



CITY OF SAN DIEGO

FISCAL YEAR
2007
ANNUAL
BUDGET

CITY AGENCIES



City Agencies

The Fiscal Year 2007 Annual Budget includes information for five City agencies. These agencies consist of the Centre City Development Corporation, Redevelopment Agency, San Diego Data Processing Corporation, San Diego Housing Commission and Southeastern Economic Development Corporation.

The City agencies were created to oversee redevelopment, data processing and housing related issues and are a vital resource to the citizens and employees of the City of San Diego. In the Fiscal Year 2007 Annual Budget, these five agencies have budgeted positions totaling 587.70 and a combined budget of \$564.9 million. The personnel expense totals \$52 million while the non-personnel expense is \$512.9 million. The following is a summary of the fiscal year 2007 budget for each of these City agencies.

	FISCAL YEAR 2007 ANNUAL BUDGET	POSITIONS
CENTRE CITY DEVELOPMENT CORPORATION	\$176.4 million	51.40
REDEVELOPMENT	\$ 45.1 million	27.80
SAN DIEGO DATA PROCESSING CORPORATION	\$ 41.8 million	257.00
SAN DIEGO HOUSING COMMISSION	\$275.7 million	237.50
SOUTHEASTERN ECONOMIC DEVELOPMENT CORPORATION	\$ 25.9 million	14.00

■ CENTRE CITY DEVELOPMENT CORPORATION

CENTRE CITY DEVELOPMENT CORPORATION			
	FY 2006 BUDGET	FY 2007 BUDGET	FY 2006-2007 CHANGE
Positions	49.20	51.40	2.20
Personnel Expense	\$5,615,000	\$6,281,000	\$666,000
Non-Personnel Expense	\$136,685,000	\$170,080,000	\$33,395,000
TOTAL	\$142,300,000	\$176,361,000	\$34,061,000

CENTRE CITY DEVELOPMENT CORPORATION		
	FY 2006 BUDGET	FY 2007 BUDGET
PERSONNEL		
Salaries & Wages	\$3,921,000	\$4,390,000
Fringe Benefits	\$1,694,000	\$1,891,000
SUBTOTAL PERSONNEL	\$5,615,000	\$6,281,000
NON-PERSONNEL		
Supplies & Services	\$56,000	\$83,600
Information Technology	\$109,300	\$109,800
Energy/Utilities	\$0	\$0
Equipment Outlay	\$15,100	\$21,700
Other G & A Expenses	\$1,386,600	\$1,610,900
Project Budgets	\$101,376,000	\$135,066,000
Debt Service Appropriation	\$33,742,000	\$33,188,000
SUBTOTAL NON-PERSONNEL	\$136,685,000	\$170,080,000
TOTAL	\$142,300,000	\$176,361,000



Centre City Development Corporation (CCDC) was created by the City of San Diego in 1975 to plan, implement and direct redevelopment of San Diego's urban core. Approximately 1,450 acres which include the Centre City and Horton Plaza redevelopment projects are currently administered by the corporation.

The Fiscal Year 2007 Annual Budget was presented to the Centre City Advisory Committee on April 19, 2006, the CCDC on April 26, 2006 and to the Redevelopment Agency on May 23, 2006.

The Fiscal Year 2007 Annual Budget consists of three components: project activities, long-term debt, and CCDC's administrative budget totaling \$176.4 million. The Annual Budget contains a total of \$143.1 million of new appropriations for projects (\$80.9 million), low and moderate income housing projects (\$42.1 million), tax sharing entity payments (\$10.4 million), and related soft costs including administration (\$9.7 million). Debt service on long-term debt totals \$33.2 million.

Significant components of the budget include a provision for the Downtown Central Library, land acquisitions for Parks/Open Space and Fire Stations, the construction of a pedestrian bridge, North Embarcadero improvements, the Downtown Quiet Zone project, the Balboa Theatre renovation, and provisions to implement the Community Plan. The Annual Budget also provides funding for various public improvements in the Cortez, East Village, Little Italy, Gaslamp and Core Districts including sidewalk improvements, street lights and park improvements.

■ REDEVELOPMENT

REDEVELOPMENT AGENCY			
	FY 2006 BUDGET	FY 2007 BUDGET	FY 2006-2007 CHANGE
Positions	22.70	27.80	5.10
Personnel Expense	\$2,412,997	\$2,873,173	\$460,176
Non-Personnel Expense	\$25,950,003	\$42,254,827	\$16,304,824
TOTAL	\$28,363,000	\$45,128,000	\$16,765,000

REDEVELOPMENT AGENCY		
	FY 2006 BUDGET	FY 2007 BUDGET
PERSONNEL		
Salaries & Wages	\$1,649,398	\$1,950,364
Fringe Benefits	\$763,599	\$922,809
SUBTOTAL PERSONNEL	\$2,412,997	\$2,873,173
NON-PERSONNEL		
Supplies & Services	\$58,397	\$248,852
Information Technology	\$3,280	\$53,869
Energy/Utilities	\$11,406	\$15,830
Equipment Outlay	\$10,278	\$278
Capital Projects	-\$3,565,000	\$7,682,000
Low/Mod Housing	\$4,692,000	\$6,470,000
Admin/Legal/Plan	\$7,126,000	\$5,092,998
Taxing Agencies	\$5,646,642	\$9,950,000
ERAF	\$1,520,000	\$0
Debt Repay/Loans	\$8,733,000	\$12,916,000
Bond Reserve	\$1,714,000	-\$175,000
SUBTOTAL NON-PERSONNEL	\$25,950,003	\$42,254,827
TOTAL	\$28,363,000	\$45,128,000

City Redevelopment has a staff of 28.60 full-time equivalent ts to implement 11 redevelopment project areas totaling over 7,600 acres. The division also performs general administration for the Redevelopment Agency, coordinating budget and reporting requirements and maintaining the Agency's meeting docket and official records. The project areas managed by the division include:

- Barrio Logan
- City Heights
- College Community
- College Grove
- Crossroads
- Grantville
- Linda Vista
- Naval Training Center
- North Bay
- North Park
- San Ysidro



Formerly a division of the Community and Economic Development Department, City Redevelopment, together with the City Council's Committee on Land Use and Housing, is evaluating restructuring options to maximize efficiency and effectiveness. In addition, recommendations regarding best practices were received and are being evaluated for possible implementation.

Beginning with Fiscal Year 2006, City Redevelopment administrative costs are budgeted within City Redevelopment Fund 10275. Funding for these costs is provided by the Redevelopment Agency project area funds.

The Fiscal Year 2007 Annual Budget for City Redevelopment totals \$96.3 million. Of this amount, \$45.1 million is comprised of new funds, with \$51.2 million carrying over from the previous year. Tax increment to be generated in Fiscal Year 2007 in the City Redevelopment areas is estimated to exceed \$39.5 million, or \$11.2 million more than Fiscal Year 2006 budgeted levels.

As required by law, 20 percent of all tax increment must be set aside to provide housing for low and moderate income households. For Fiscal Year 2007, new funds to be allocated for this purpose are expected to reach \$7.9 million. Additionally, a portion of the revenues received by the Agency are subject to sharing with other taxing agencies impacted by the formation of the project areas. For Fiscal Year 2007, new tax-sharing allocations amount to \$9.4 million. Other required expenditures include debt service payments for tax allocation bonds issued for the City Heights, North Bay and North Park project areas, and developer repayment obligations. These requirements total \$10.2 million of the funds to be received in Fiscal Year 2007. The following is a summary of these items:

FY 2007 TAX INCREMENT	\$39.5 MILLION
Less:	
20% Low/mod	7.9 million
Tax-sharing	9.4 million
Debt payments	10.2 million
Remaining Funds	\$12.0 million

Tax increment revenue received during Fiscal Year 2006 exceeded budget projections by approximately \$4.6 million. These funds are included in the Fiscal Year 2007 Annual budget and are subject to the set-aside and tax-sharing requirements. Additional funding sources are expected by the Agency in Fiscal Year 2007. Other sources include developer funds, lease income, interest earnings and in-lieu fees.

■ **SAN DIEGO DATA PROCESSING CORPORATION**

SAN DIEGO DATA PROCESSING CORPORATION			
	FY 2006 BUDGET	FY 2007 BUDGET	FY 2006-2007 CHANGE
Positions	250.00	257.00	7.00
Personnel Expense	\$23,756,000	\$24,474,000	\$718,000
Non-Personnel Expense	\$16,687,000	\$17,311,000	\$624,000
TOTAL	\$40,443,000	\$41,785,000	\$1,342,000

SAN DIEGO DATA PROCESSING CORPORATION		
	FY 2006 BUDGET	FY 2007 BUDGET
PERSONNEL		
Salaries & Wages	\$17,619,000	\$18,348,000
Fringe Benefits	\$6,137,000	\$6,126,000
SUBTOTAL PERSONNEL	\$23,756,000	\$24,474,000
NON-PERSONNEL		
Supplies & Services	\$3,496,000	\$3,637,000
Information Technology	\$4,640,000	\$4,929,000
Energy/Utilities	\$427,000	\$419,000
Equipment Outlay	\$8,124,000	\$8,326,000
SUBTOTAL NON-PERSONNEL	\$16,687,000	\$17,311,000
TOTAL	\$40,443,000	\$41,785,000

The Fiscal Year 2007 Annual Budget for the San Diego Data Processing Corporation was approved by the Board of Directors on April 26, 2006. The Annual Budget was developed based on the Fiscal Year 2007 Proposed Information Technology Budget for City departments and other non-city customers and is estimated at \$41.8 million.

■ **SAN DIEGO HOUSING COMMISSION**

SAN DIEGO HOUSING COMMISSION			
	FY 2006 BUDGET	FY 2007 BUDGET	FY 2006-2007 CHANGE
Positions	237.70	237.50	(0.20)
Personnel Expense	\$16,678,619	\$17,110,820	\$432,201
Non-Personnel Expense	\$225,532,294	\$258,620,743	\$33,088,449
TOTAL	\$242,210,913	\$275,731,563	\$33,520,650

SAN DIEGO HOUSING COMMISSION		
	FY 2006 BUDGET	FY 2007 BUDGET
PERSONNEL		
Salaries & Wages	\$12,336,383	\$12,706,054
Fringe Benefits	\$4,342,236	\$4,404,766
SUBTOTAL PERSONNEL	\$16,678,619	\$17,110,820
NON-PERSONNEL		
Supplies & Services	\$5,767,282	\$7,100,102
Information Technology	\$1,420,923	\$1,862,865
Energy/Utilities	\$1,585,574	\$1,850,940
Equipment Outlay	\$498,081	\$2,996,632
Housing Programs	\$194,400,314	\$222,796,634
Reserves	\$21,860,120	\$22,013,570
SUBTOTAL NON-PERSONNEL	\$225,532,294	\$258,620,743
TOTAL	\$242,210,913	\$275,731,563

The Fiscal Year 2007 Annual Budget for the San Diego Housing Commission (SDHC) was presented to the SDHC on April 14, 2006 and to the Housing Authority on May 16, 2006. The annual activity based budget allocates resources so that the Housing Commission will continue to serve more than 75,000 San Diegans. The \$275.7 million Fiscal Year 2007 Annual Budget will enable the SDHC to:

- Assist 12,469 households to rent private housing.
- Subsidize approximately 100 first-time homebuyers.
- Produce 600 additional affordable rental units.
- Oversee physical improvements to 1,726 homes and apartments.
- Manage 1,769 units of publicly owned housing.
- Provide special purpose housing opportunities for 410 persons.
- Aid 500 families toward self-sufficiency.

■ SOUTHEASTERN ECONOMIC DEVELOPMENT CORPORATION

SOUTHEASTERN ECONOMIC DEVELOPMENT CORPORATION			
	FY 2006 BUDGET	FY 2007 BUDGET	FY 2006-2007 CHANGE
Positions	14.00	14.00	0.00
Personnel Expense	\$1,338,000	\$1,292,000	\$(46,000)
Non-Personnel Expense	\$22,610,800	\$24,574,900	\$1,964,100
TOTAL	\$23,948,800	\$25,866,900	\$1,918,100

SOUTHEASTERN ECONOMIC DEVELOPMENT CORPORATION		
	FY 2006 BUDGET	FY 2007 BUDGET
PERSONNEL		
Salaries & Wages	\$1,063,000	\$1,034,000
Fringe Benefits	\$275,000	\$258,000
SUBTOTAL PERSONNEL	\$1,338,000	\$1,292,000
NON-PERSONNEL		
Supplies & Services	\$555,600	\$550,900
Information Technology	\$14,000	\$35,000
Energy/Utilities	\$27,000	\$25,000
Equipment Outlay	\$27,200	\$21,000
Capital Projects	\$14,623,000	\$17,111,000
Low/Mod Housing	\$2,297,000	\$2,309,000
Debt Service	\$5,067,000	\$4,523,000
SUBTOTAL NON-PERSONNEL	\$22,610,800	\$24,574,900
TOTAL	\$23,948,800	\$25,866,900

The Southeastern Economic Development Corporation is a non-profit public benefit corporation in charge of all redevelopment activities occurring within a 7.2 square miles area adjacent to downtown San Diego. The Fiscal Year 2007 Annual Budget was presented to the Redevelopment Agency on May 23, 2006 and is estimated at \$25.9 million. The budget is comprised of six components: Administration, Capital Improvement Projects, Low and Moderate Income Housing, Economic Development, Debt Service and Loan Repayment and Continuing Appropriations. The agency's objectives are to:

- Eliminate blighting influences including, but not limited to, incompatible land uses, obsolete and substandard structures and under-utilized land.
- Increase the supply and variety of housing that is available for all who are interested in living in Southeastern San Diego.
- Increase the amount of adequate retail facilities offering quality merchandise.

■ CITY AGENCIES ■

- Accommodate new and relocated industries that enhance the community and provide employment opportunities for southeastern San Diego residents.
- Contribute to the construction and/or replacement of public infrastructure through the actual construction of and/or funding of necessary improvements.
- Support local entrepreneurs by providing programs to enhance the knowledge and skills of existing and future business owners.